

# MONTHLY FINANCIAL REPORT FOR CORPORATE OR PARTNERSHIP DEBTOR

Case No. 09-20780-KAOReport Month/Year 02/2010Debtor The Cascadia Project LLC

**INSTRUCTIONS:** The debtor's monthly financial report shall include a cover sheet signed by the debtor and all UST forms and supporting documents. Exceptions, if allowed, are noted in the checklist below. Failure to comply with the reporting requirements of Local Bankruptcy Rule 2015-2(a), or the United States Trustee's reporting requirements, is cause for conversion or dismissal of the case.

The debtor has provided the following with this monthly financial report:

Yes No

- |   |  |  |
|---|--|--|
| <b>UST-12</b>                           | <b>Comparative Balance Sheet, or debtor's balance sheet.</b><br>The debtor's balance sheet, if used, shall include a breakdown of pre- and post-petition liabilities. The breakdown may be provided as a separate attachment to the debtor's balance sheet.  | <input checked="" type="checkbox"/> <input type="checkbox"/> |
| <b>UST-13</b>                           | <b>Comparative Income Statement, or debtor's income statement.</b>   | <input checked="" type="checkbox"/> <input type="checkbox"/> |
| <b>UST-14</b>                           | <b>Summary of Deposits and Disbursements</b>   | <input type="checkbox"/> <input type="checkbox"/>            |
| <b>UST-14</b><br>Continuation<br>Sheets | <b>Statement(s) of Cash Receipts and Disbursements</b><br>A Continuation Sheet shall be completed for each bank account or other source of debtor funds and shall include a monthly bank statement and all supporting documents described in the instructions.   | <input checked="" type="checkbox"/> <input type="checkbox"/> |
| <b>UST-15</b>                           | <b>Statement of Aged Receivables</b><br>A detailed accounting of aged receivables shall be provided on, or in an attachment to, UST-15.  | <input checked="" type="checkbox"/> <input type="checkbox"/> |
| <b>UST-16</b>                           | <b>Statement of Aged Post-Petition Payables</b><br>A detailed accounting of aged post-petition payables shall be provided on, or in an attachment to, UST-16.  | <input checked="" type="checkbox"/> <input type="checkbox"/> |
| <b>UST-17</b>                           | <b>Other Information</b><br>When applicable, attach supporting documents such as an escrow statement for the sale of real property or an auctioneer's report for property sold at auction. When changes or renewals of insurance occur, attach a copy of the new certificate of insurance or a copy of the bond. | <input checked="" type="checkbox"/> <input type="checkbox"/> |

## CONTACT INFORMATION

Who is the best person to contact if the UST has questions about this report?

Name

Scott Wu

Telephone

(425)646-3037

Email

wuk@cascadiacorp.com

Debtor The Cascadia Project LLC

Case Number

⇒

09-20780

Report Mo/Yr

⇒

02/2010

### DEBTOR'S CERTIFICATION

**INSTRUCTIONS:** The debtor, or trustee, if appointed, must answer questions 1 and 2 and sign this financial report where indicated below. Only an officer or director has authority to sign a financial report for a corporate debtor and only a general partner has authority to sign a financial report for a partnership debtor. Debtor's counsel may not sign a financial report for the debtor.

**Question 1** At month end, was the debtor delinquent on any post-petition tax obligation?

Yes ☐ No ☒

If yes, list each delinquent post-petition tax obligation on page 9.

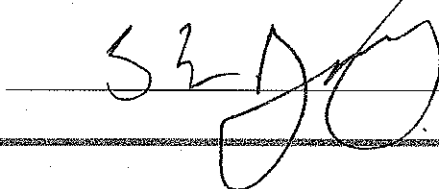
**Question 2** For purposes of calculating the debtor's obligation under 28 U.S.C. 1130(a)(6) to pay a quarterly fee to the United States Trustee, TOTAL DISBURSEMENTS this month from all sources were:

Complete page 6 to calculate TOTAL DISBURSEMENTS and enter the total here.

\$ 350,875.09

I certify under penalty of perjury that other information contained in this monthly financial report is complete, true, and accurate to the best of my knowledge, information, and belief.

Debtor's  
signature



Ⓟ

Date

3-15-10

### Monthly Financial Reports (due on the 15<sup>th</sup> of the subsequent month)

Original Place of Filing:

Seattle, WA ▼	Tacoma, WA ▼
File the <u>original</u> with the court::  United States Bankruptcy Court United States Courthouse 700 Stewart Street, Suite 6103 Seattle, WA 98101	File the <u>original</u> with the court::  United States Bankruptcy Court 1717 Pacific Avenue, Suite 2100 Tacoma, WA 98402
AND serve a <u>copy</u> on each of the following: <ul style="list-style-type: none"><li>● Each member of any committees elected or appointed pursuant to the Bankruptcy Code, and to their authorized agents.</li><li>● Debtor's counsel.</li></ul>	
NOTE: If the report is electronically filed with the Court, the United States Trustee will be served automatically. There is no need to serve an additional copy on the United States Trustee.	

Debtor The Cascadia Project LLC

Case Number ⇨ 09-20780  
 Report Mo/Yr ⇨ 02/2010

**UST-12, COMPARATIVE BALANCE SHEET**

Please see attached Balance Sheet

As of month ending ⇨			
<b>ASSETS</b>			
Current Assets			
Cash			
Cash - Held by Others (Escrow & Attorney Trust Accounts)			
Accounts Receivable (net)			
Notes Receivable			
Inventory			
Prepaid Expenses			
Other (attach list)			
Total Current Assets			
Fixed Assets			
Real Property/Buildings			
Equipment			
Accumulated Depreciation			
Total Fixed Assets			
Other Assets (attach list)			
<b>TOTAL ASSETS</b>			
<b>LIABILITIES</b>			
Post-Petition Liabilities			
Taxes Payable			
Other Accounts Payables			
Notes Payable			
Rents, Leases & Mortgages Payable			
Accrued Interest			
Other (specify)			
Total Post-Petition Liabilities			

(contd. on next page)

Debtor The Cascadia Project LLC

Case Number ⇨ 09-20780  
Report Mo/Yr ⇨ 02/2010

**UST-12, COMPARATIVE BALANCE SHEET (contd.)**

Please see attached Balance Sheet

As of month ending ⇨			
Pre-Petition Liabilities			
Unsecured Debt			
Priority Debt:			
Taxes			
Wages			
Deposits			
Other			
Notes Payable (Secured Debt)			
Total Pre-Petition Liabilities			
<b>TOTAL LIABILITIES</b>			
<b>EQUITY</b>			
Stockholders' Equity (Or Deficit)			
Capital Stock			
Paid-In Capital			
Retained Earnings			
Total Stockholders' Equity (Or Deficit)			
Partners' Investment (Or Deficit)			
<b>TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY OR PARTNERS' INVESTMENT</b>			

Footnotes to balance sheet:

**The Cascadia Project LLC**  
**Statements of Assets, Liabilities and Member's Deficit**  
**Federal Income Tax Basis**  
**February 28, 2010**

	2/28/10	1/31/10
<b>Assets</b>		
Land and improvements	\$ 117,656,561	\$ 117,656,561
Investment in Joint Venture	7,767,634	7,767,634
Cash and cash equivalents	4,951	(10,321)
Escrow - restricted cash	773,993	988,238
Deposits - utility providers	14,820	14,820
Accounts receivable	2,820,000	2,831,249
Due from related parties	1,011,053	1,008,899
Prepaid expenses	195,543	195,543
Equipment, net of depreciation	21,471	21,471
Total assets	<u>\$ 130,266,026</u>	<u>\$ 130,474,094</u>
<b>Liabilities and Member's Deficit</b>		
Pre-petition liabilities:		
Pre-petition liabilities-received after petition filed	\$ 53,745	\$ 53,745
Bank loans (see Note)	69,277,125	69,543,182
Note payable to related party	51,856,421	51,856,421
Real property tax	17,356	17,356
Accounts payable and other accrued expenses	439,241	439,241
Contracts and retentions payable	1,611,547	1,611,547
Due to related party	432,247	432,247
Due to member	1,000,000	1,000,000
Total pre-petition liabilities	<u>124,687,682</u>	<u>124,953,739</u>
Post-petition liabilities:		
Taxes Payable	2,973	1,601
Other Accounts Payable	14,626	17,032
Notes Payable	260,000	173,000
Accrued Interest	3,909	1,795
Total post-petition liabilities	<u>281,508</u>	<u>193,428</u>
Obligation for future costs recognized	9,309,787	9,309,787
Total liabilities	<u>134,278,977</u>	<u>134,456,954</u>
Member's deficit	(4,012,951)	(3,982,860)
Total liabilities and member's deficit	<u>\$ 130,266,026</u>	<u>\$ 130,474,094</u>

Note: The balance for bank loans is as of February 28, 2009, the date of the most recent accounting provided by the bank, less subsequent principal payments of \$2,500,000.

Debtor The Cascadia Project LLCCase Number ⇨ 09-20780Report Mo/Yr ⇨ 02/2010**UST-13, COMPARATIVE INCOME STATEMENT**

Please see attached Income Statement

For the month of ⇨			
GROSS SALES			
Less: Returns and Allowances			
Net Sales			
Cost of Sales: Beginning Inventory Add: Purchases Less: Ending Inventory Cost of Goods Sold			
GROSS MARGIN			
Other Operating Expenses:			
Officers' Salaries			
Other Salaries/Direct Labor			
Employee Benefits/Payroll Taxes			
Insurance			
Rent			
General and Administrative			
NET OPERATING PROFIT (LOSS)			
Add: Other Income			
Less: Interest Expense			
Other Adjustments to Income (Explain)			
Gain (Loss) on Sale of Assets			
Net Profit (Loss) Before Taxes			
Income Taxes			
NET PROFIT (LOSS)			

Notes:

**The Cascadia Project LLC**  
**Statements of Revenues, Expenses and Member's Deficit**  
**Federal Income Tax Basis**  
**For the period ended February 28, 2010**

	2/28/10	1/31/10
Revenue from easement sale	548,750	548,750
Cost of property sold and selling costs	(1,671)	(1,671)
Gross profit	<u>547,079</u>	<u>547,079</u>
Operating expenses:		
Interest and bank charges (see Note)	-	-
Consulting and marketing	16,625	4,625
Insurance	801	25
Real estate taxes	-	-
Salaries and payroll	84,718	27,966
Security	9,759	4,496
Legal and accounting	-	-
Office and administrative	36,195	28,414
Travel and entertainment	2,277	1,067
Advertising and promotion	-	-
Less IRC 263(A) costs allocated to land and improvements	<i>To be determined</i>	<i>To be determined</i>
Total expenses	<u>150,375</u>	<u>66,593</u>
Loss from operations	396,704	480,486
Other income (expenses):		
Interest income	4,538	2,384
Other interest expense - post-petition	(3,544)	(1,430)
Timber harvesting revenue	131,933	79,924
Other income	1,703	60
Depreciation and amortization	<i>To be determined</i>	<i>To be determined</i>
Contributions	-	-
	<u>134,630</u>	<u>80,938</u>
Net profit (loss)	531,333	561,424
Member's deficit, beginning of year	(4,544,284)	(4,544,284)
Capital contributions, net	<u>-</u>	<u>-</u>
Member's deficit, end of this period	<u>(4,012,951)</u>	<u>(3,982,860)</u>

Note: Includes bank interest through February 28, 2009, the date of the most recent accounting provided by the bank.

Debtor The Cascadia Project LLCCase Number → 09-20780Report Mo/Yr → 02/2010**UST-14, SUMMARY OF DEPOSITS & DISBURSEMENTS**

**INSTRUCTIONS:** BEFORE COMPLETING THIS PAGE, prepare a UST-14 CONTINUATION SHEET (see next page) for each bank account or other source of the debtor's funds. The deposit and disbursement total from each CONTINUATION SHEET will be used to complete this SUMMARY.

The debtor is responsible for providing an accurate monthly disbursement total for the purpose of calculating its obligation pursuant to 28 U.S.C. § 1930 (a)(6) to pay statutory fees to the United States Trustee. The disbursement total encompasses all payments made by the bankruptcy estate during the reporting month, whether made directly by the debtor or by another party for the debtor. It includes checks written and cash payments for inventory and equipment purchases, payroll and related taxes and expenses, other operating costs, and debt reduction. It also includes payments made pursuant to joint check arrangements and those resulting from a sale or liquidation of the debtor's assets. The only transactions normally excluded from the disbursement total are transfers within the same reporting month between multiple debtor accounts.

A fee payment is due within 30 days after the end of each calendar quarter, or on April 30, July 31, October 31, and January 31, respectively. Since the amount billed is an estimate, the debtor is responsible for paying the correct statutory fee based on its actual disbursements for the calendar quarter, or portion thereof the debtor was in Chapter 11. Failure to pay statutory fees to the United States Trustee is cause for conversion or dismissal of the case. A copy of the statutory fee schedule may be found on the United States Trustee's website located at: [www.usdoj.gov/ust/r18/s\\_library.htm](http://www.usdoj.gov/ust/r18/s_library.htm)

If you have questions computing the disbursement total, contact the Bankruptcy Analyst assigned to your case at (206) 553-2000.

**Summary of Deposits This Month**

Deposits from UST-14 Continuation Sheet(s)	151,900.02
Cash receipts not included above (if any)	
<b>TOTAL RECEIPTS</b> ➡	151,900.02

**Summary of Disbursements This Month**

Disbursements from UST-14 Continuation Sheet(s)	350,875.09
Disbursements resulting from asset sales out of the ordinary course (see Page 13, Question 1)	
Disbursements made by other parties for the debtor (if any, explain)	
<b>TOTAL DISBURSEMENTS</b> ➡	350,875.09
<b>NET CASH FLOW (TOTAL RECEIPTS MINUS TOTAL DISBURSEMENTS)</b> ➡	(\$198,975.07)

At the end of this reporting month, did the debtor have any delinquent statutory fees owing to the United States Trustee? Yes ☐ No ☒ If "Yes", list each quarter that is delinquent and the amount due.

(UST-14 CONTINUATION SHEETS, with attachments, should follow this page.)



Debtor The Cascadia Project LLCCase Number → 09-20780Report Mo/Yr → 02/2010**UST-14, CONTINUATION SHEET  
STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS****INSTRUCTIONS:** Prepare a CONTINUATION SHEET for each bank account or other source of the debtor's funds and attach supporting documents as indicated on the checklist below.

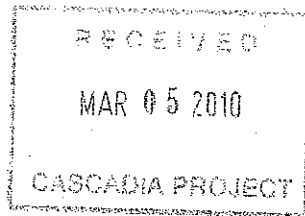
<b>Depository (bank) name</b> → <b>Account number</b> →	The commerce Bank of Washington Checking Account # [REDACTED] 2367	
Purpose of this account (select one): <input checked="" type="checkbox"/> General operating account <input type="checkbox"/> General payroll account <input type="checkbox"/> Tax deposit account (payroll, sales, gambling, or other taxes) <input type="checkbox"/> Other (explain) _____		
Beginning cash balance		(\$10,349.57)
Add: Transfers in from other estate bank accounts		
Cash receipts deposited to this account		12,891.39
Financing or other loaned funds (identify source) Y.K. Chen		87,000.00
Total cash available this month		89,541.82
Subtract: Transfers out to other estate bank accounts		
Cash disbursements from this account (total checks written plus cash withdrawals, if any)		84,621.80
Adjustments, if any (explain)		
Ending cash balance		4,920.02
Does this CONTINUATION SHEET include the following supporting documents, as required:		
		Yes No
• A monthly bank statement (or trust account statement);		<input checked="" type="checkbox"/> <input type="checkbox"/>
• A detailed list of receipts for that account (deposit log or receipts journal);		<input checked="" type="checkbox"/> <input type="checkbox"/>
• A detailed list of disbursements for that account (check register or disbursement journal); and,		<input checked="" type="checkbox"/> <input type="checkbox"/>
• If applicable, a detailed list of funds received and/or disbursed by another party for the debtor.		<input type="checkbox"/> <input checked="" type="checkbox"/>

UST-14 CONTINUATION SHEET, Number 1 of 8

THE  
COMMERCE  
BANK  
OF WASHINGTON

007 00001 00  
ACCOUNT:

PAGE: 1  
2367 02/26/2010



ENTERED  
MAR 12 2010

The Cascadia Project, LLC  
11232 NE 15th Street #201  
Bellevue WA 98004-3719

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28

Effective February 27, 2010 the Federal Reserve Bank will make operational changes that will impact our funds availability policies. Although the availability of most deposited funds will remain the same, the amount of time we may place a standard hold on deposits has been reduced from the fifth business day after the date of deposit to two business days. Exception holds may be placed for up to seven business days instead of the previous eleven. Under special circumstances, delays may apply.

Checking ACCOUNT 2367

LAST STATEMENT 01/29/10 2,650.75-  
6 CREDITS 99,891.39  
32 DEBITS 80,223.16  
THIS STATEMENT 02/26/10 17,017.48

----- DEPOSITS -----  
REF #.....DATE.....AMOUNT REF #.....DATE.....AMOUNT REF #.....DATE.....AMOUNT  
02/18 1,642.70✓

----- OTHER CREDITS -----  
DESCRIPTION DATE AMOUNT  
Check #24351 posted on 01/19/ 10 in error 02/01 11,248.69✓  
ONLINE TRANSFER FROM PERSONAL MONEY MARKET-0739 02/01 27,000.00✓  
ONLINE TRANSFER FROM PERSONAL MONEY MARKET-0739 02/03 15,000.00✓  
ONLINE TRANSFER FROM PERSONAL MONEY MARKET-0739 02/12 20,000.00✓  
ONLINE TRANSFER FROM PERSONAL MONEY MARKET-0739 02/25 25,000.00✓

----- CHECKS -----  
CHECK #..DATE.....AMOUNT CHECK #..DATE.....AMOUNT CHECK #..DATE.....AMOUNT  
545 02/02 4,997.34 549 02/08 3,179.87 553 02/22 1,862.61  
546 02/05 3,316.01 550 02/22 4,016.21 554 02/18 1,051.35  
547 02/03 1,742.61 551 02/22 4,997.33 555\*02/22 3,179.88  
548 02/02 1,537.06 552 02/22 3,316.02 10371\*02/01 1,033.66

\*\*\* CONTINUED \*\*\*

THE  
COMMERCE  
BANK  
OF WASHINGTON

007 00001 00  
ACCOUNT:

PAGE: 2  
2367 02/26/2010

The Cascadia Project, LLC

Checking ACCOUNT 2367

----- CHECKS -----  
CHECK #..DATE.....AMOUNT CHECK #..DATE.....AMOUNT CHECK #..DATE.....AMOUNT  
10373 02/01 78.24 10382 02/04 325.00 10388 02/05 1,000.00  
10374\*02/01 3,481.01 10383 02/04 526.88 10389 02/16 1,200.00  
10377 02/02 500.00 10384 02/03 244.07 10390\*02/22 650.00  
10378\*02/02 1,625.00 10385 02/04 103.45 10394 02/25 3,559.70  
10380 02/11 119.50 10386 02/05 10,000.00  
10381 02/04 9.53 10387 02/08 5,207.02

(\*) INDICATES A GAP IN CHECK NUMBER SEQUENCE

10379 Void

----- OTHER DEBITS -----  
DESCRIPTION DATE AMOUNT  
270043200959918 IRS USATAXPYMT 02/01 110.98✓  
270043600519158 IRS USATAXPYMT 02/05 6,747.37✓  
ATM Debit Ck #544 02/08 4,016.21✓  
270045500147769 IRS USATAXPYMT 02/24 6,489.25✓

----- ITEMIZATION OF OVERDRAFT AND RETURNED ITEM FEES -----

\*\*\*\*\*  
\* ± TOTAL FOR ± TOTAL \*  
\* ± THIS PERIOD ± YEAR TO DATE \*  
\*-----\*  
\* TOTAL OVERDRAFT FEES: ± .00 ± .00 \*  
\*-----\*  
\* TOTAL RETURNED ITEM FEES: ± .00 ± .00 \*  
\*\*\*\*\*

----- DAILY BALANCE -----  
DATE.....BALANCE DATE.....BALANCE DATE.....BALANCE  
02/01 30,894.05 02/08 816.63 02/22 2,066.43  
02/02 22,234.65 02/11 697.13 02/24 4,422.82-  
02/03 35,247.97 02/12 20,697.13 02/25 17,017.48  
02/04 34,283.11 02/16 19,497.13  
02/05 13,219.73 02/18 20,088.48

The Cascadia Project LLC  
 Checking Account Register  
 2/1/10-2/28/10

Date	Check#	Vender	Amount
<b>Checking#367</b>			
Beginning Book Balance 2/1/10			\$ (10,349.57)
2/1/10	EFT	EFTPS	(110.98)
2/1/10	544 S	Patrick Kuo	(4,016.21)
2/1/10	545 S	Steven Ahrens	(4,997.34)
2/1/10	546 S	Thomas Uren	(3,316.01)
2/1/10	547 S	Kun-Feng Scott Wu	(1,742.61)
2/1/10	548 S	Catherine Ozols	(1,537.06)
2/1/10	549 S	John Ladenburg	(3,179.87)
2/1/10	10384	Department of Labor & Industries	(244.07)
2/1/10	10385	Employment Security Department	(103.45)
2/3/10	10386	CreekSide Associates LLC	(10,000.00)
2/3/10	10387 S	MBA Trust	(5,207.02)
2/3/10	10388	Sean Morishige	(1,000.00)
2/5/10	EFT S	EFTPS	(6,747.37)
2/8/10	10389	Marikay Cumpston	(1,200.00)
2/17/10	550 S	Patrick Kuo	(4,016.21)
2/17/10	551 S	Steven Ahrens	(4,997.33)
2/17/10	552 S	Thomas Uren	(3,316.02)
2/17/10	553 S	Kun-Feng Scott Wu	(1,862.61)
2/17/10	554 S	Catherine Ozols	(1,051.35)
2/17/10	555 S	John Ladenburg	(3,179.88)
2/19/10	10390	Sean Morishige	(650.00)
2/24/10	EFT S	EFTPS	(6,489.25)
2/24/10	10391	AICPA	(76.87)
2/24/10	10392	Anolis Corp	(121.14)
2/24/10	10393	AT&T Mobility	(80.38)
2/24/10	10394 S	Charles Lappenbusch Consulting, LLC	(3,559.70)
2/24/10	10395	GE Capital	(61.32)
2/24/10	10396	Integra Telecom	(260.26)
2/24/10	10397	Islander Tech	(450.00)
2/24/10	10398	Murreys Disposal Co, Inc.	(78.24)
2/24/10	10399	National Maintenance Contractors	(345.00)
2/24/10	10400	Pacific Mobile Structures, Inc.	(875.50)
2/24/10	10401	Philadelphia Insurance Companies	(776.25)
2/24/10	10402	Pierce County Security	(2,462.50)
2/24/10	10403 S	Puget Sound Energy	(3,030.62)
2/24/10	10404 S	Public Storage	(300.00)
2/24/10	10405	Sean Morishige	(1,000.00)
2/24/10	10406	Tacoma City Treasurer	(1,825.77)
2/24/10	10407	United Site Services	(131.11)
2/24/10	10408	Water Buffalo Inc.	(222.50)
Total Disbursement 2/1/10-2/28/10			(84,621.80)
2/1/10	TXFR	Y.K. Chen	27,000.00
2/1/10		The Commerce Bank of WA	11,248.69
2/3/10	TXFR	Y.K. Chen	15,000.00
2/12/10	TXFR	Y.K. Chen	20,000.00
2/18/10	DEP	The Hartford	1,642.70
2/24/10	TXFR	Y.K. Chen	25,000.00
Total Funding/Misc. Deposit 1/1/10-1/31/10			99,891.39
<b>Ending Book Balance 1/31/10</b>			<b>\$ 4,920.02</b>

Debtor The Cascadia Project LLC

Case Number → 09-20780

Report Mo/Yr → 02/2010

**UST-14, CONTINUATION SHEET  
STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS****INSTRUCTIONS:** Prepare a CONTINUATION SHEET for each bank account or other source of the debtor's funds and attach supporting documents as indicated on the checklist below.

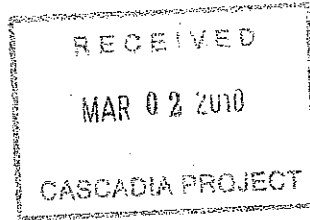
<b>Depository (bank) name</b> → <b>Account number</b> →	The commerce Bank of Washington Money Market Account # [REDACTED] 2375	
Purpose of this account (select one): <input checked="" type="checkbox"/> General operating account <input type="checkbox"/> General payroll account <input type="checkbox"/> Tax deposit account (payroll, sales, gambling, or other taxes) <input type="checkbox"/> Other (explain) _____		
Beginning cash balance		\$0.44
Add: Transfers in from other estate bank accounts		
Cash receipts deposited to this account		
Financing or other loaned funds (identify source)		
Total cash available this month		0.44
Subtract: Transfers out to other estate bank accounts		
Cash disbursements from this account (total checks written plus cash withdrawals, if any)		
Adjustments, if any (explain)		
Ending cash balance		\$0.44
Does this CONTINUATION SHEET include the following supporting documents, as required:		
	Yes	No
• A monthly bank statement (or trust account statement);	<input checked="" type="checkbox"/>	<input type="checkbox"/>
• A detailed list of receipts for that account (deposit log or receipts journal);	<input type="checkbox"/>	<input checked="" type="checkbox"/>
• A detailed list of disbursements for that account (check register or disbursement journal); and,	<input type="checkbox"/>	<input checked="" type="checkbox"/>
• If applicable, a detailed list of funds received and/or disbursed by another party for the debtor.	<input type="checkbox"/>	<input checked="" type="checkbox"/>

UST-14 CONTINUATION SHEET, Number 2 of 8

THE  
COMMERCE  
BANK  
OF WASHINGTON

007 00001 00  
ACCOUNT:

1  
PAGE: 1  
02/26/2010



The Cascadia Project, LLC  
11232 NE 15th Street #201  
Bellevue WA 98004-3719

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Effective February 27, 2010 the Federal Reserve Bank will make operational changes that will impact our funds availability policies. Although the availability of most deposited funds will remain the same, the amount of time we may place a standard hold on deposits has been reduced from the fifth business day after the date of deposit to two business days. Exception holds may be placed for up to seven business days instead of the previous eleven. Under special circumstances, delays may apply.

Money Market ACCOUNT 2375

INTEREST PAID 2009	1,140.64	LAST STATEMENT 01/29/10	.44
MINIMUM BALANCE	.44	CREDITS	.00
AVG AVAILABLE BALANCE	.44	DEBITS	.00
AVERAGE BALANCE	.44	THIS STATEMENT 02/26/10	.44

- - - ITEMIZATION OF OVERDRAFT AND RETURNED ITEM FEES - - -

*****			
*	TOTAL FOR	TOTAL	*
*	THIS PERIOD	YEAR TO DATE	*
*			*
*	TOTAL OVERDRAFT FEES:	.00	.00
*	TOTAL RETURNED ITEM FEES:	.00	.00
*****			

- END OF STATEMENT -

Debtor The Cascadia Project LLC

Case Number → 09-20780

Report Mo/Yr → 02/2010

**UST-14, CONTINUATION SHEET  
STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS****INSTRUCTIONS:** Prepare a CONTINUATION SHEET for each bank account or other source of the debtor's funds and attach supporting documents as indicated on the checklist below.

<b>Depository (bank) name</b> → <b>Account number</b> →	The commerce Bank of Washington DIP-City of Orting Checking Account # [REDACTED] 7920
Purpose of this account (select one): <input type="checkbox"/> General operating account <input type="checkbox"/> General payroll account <input type="checkbox"/> Tax deposit account (payroll, sales, gambling, or other taxes) <input checked="" type="checkbox"/> Other (explain) <u>Restricted escrow account</u>	
Beginning cash balance	\$113,997.59
Add: Transfers in from other estate bank accounts	
Cash receipts deposited to this account	
Financing or other loaned funds (identify source)	
Total cash available this month	113,997.59
Subtract: Transfers out to other estate bank accounts	
Cash disbursements from this account (total checks written plus cash withdrawals, if any)	
Adjustments, if any (explain)	
Ending cash balance	\$113,997.59
Does this CONTINUATION SHEET include the following supporting documents, as required:	
A monthly bank statement (or trust account statement);	Yes <input checked="" type="checkbox"/> No <input type="checkbox"/>
A detailed list of receipts for that account (deposit log or receipts journal);	Yes <input type="checkbox"/> No <input checked="" type="checkbox"/>
A detailed list of disbursements for that account (check register or disbursement journal); and,	Yes <input type="checkbox"/> No <input checked="" type="checkbox"/>
If applicable, a detailed list of funds received and/or disbursed by another party for the debtor.	Yes <input type="checkbox"/> No <input checked="" type="checkbox"/>

UST-14 CONTINUATION SHEET, Number 3 of 8

THE  
COMMERCE  
BANK  
OF WASHINGTON

007 00001 00  
ACCOUNT:

PAGE: 1  
7920 02/26/2010

H

The Cascadia Project LLC  
Debtor in Possession Acct FBO  
City of Orting  
Hold Statement - give to Marj

30  
0  
0

Effective February 27, 2010 the Federal Reserve Bank will make operational changes that will impact our funds availability policies. Although the availability of most deposited funds will remain the same, the amount of time we may place a standard hold on deposits has been reduced from the fifth business day after the date of deposit to two business days. Exception holds may be placed for up to seven business days instead of the previous eleven. Under special circumstances, delays may apply.

Checking ACCOUNT 7920

		LAST STATEMENT 01/29/10	113,997.59
MINIMUM BALANCE	113,997.59	CREDITS	.00
AVG AVAILABLE BALANCE	113,997.59	DEBITS	.00
AVERAGE BALANCE	113,997.59	THIS STATEMENT 02/26/10	113,997.59

- - - ITEMIZATION OF OVERDRAFT AND RETURNED ITEM FEES - - -

*****					
*	±	TOTAL FOR	±	TOTAL	*
*	±	THIS PERIOD	±	YEAR TO DATE	*
-----					
* TOTAL OVERDRAFT FEES:	±	.00	±	.00	*
-----					
* TOTAL RETURNED ITEM FEES:	±	.00	±	.00	*
*****					



Debtor The Cascadia Project LLC

Case Number → 09-20780

Report Mo/Yr → 02/2010

**UST-14, CONTINUATION SHEET  
STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS****INSTRUCTIONS:** Prepare a CONTINUATION SHEET for each bank account or other source of the debtor's funds and attach supporting documents as indicated on the checklist below.

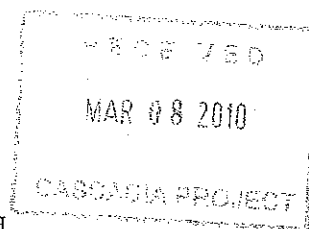
<b>Depository (bank) name</b> → <b>Account number</b> →	The commerce Bank of Washington DIP-Pierce County Sewer Bond Checking Account# [REDACTED] 7912	
Purpose of this account (select one): <input type="checkbox"/> General operating account <input type="checkbox"/> General payroll account <input type="checkbox"/> Tax deposit account (payroll, sales, gambling, or other taxes) <input checked="" type="checkbox"/> Other (explain) <u>Restricted escrow account</u>		
Beginning cash balance		\$234,520.73
Add: Transfers in from other estate bank accounts		
Cash receipts deposited to this account		
Financing or other loaned funds (identify source)		
Total cash available this month		\$234,520.73
Subtract: Transfers out to other estate bank accounts		
Cash disbursements from this account (total checks written plus cash withdrawals, if any)		
Adjustments, if any (explain)		
Ending cash balance		\$234,520.73
Does this CONTINUATION SHEET include the following supporting documents, as required:		
		Yes No
• A monthly bank statement (or trust account statement);		<input checked="" type="checkbox"/> <input type="checkbox"/>
• A detailed list of receipts for that account (deposit log or receipts journal);		<input type="checkbox"/> <input checked="" type="checkbox"/>
• A detailed list of disbursements for that account (check register or disbursement journal); and,		<input type="checkbox"/> <input checked="" type="checkbox"/>
• If applicable, a detailed list of funds received and/or disbursed by another party for the debtor.		<input type="checkbox"/> <input checked="" type="checkbox"/>

UST-14 CONTINUATION SHEET, Number 4 of 8

THE  
COMMERCE  
BANK  
OF WASHINGTON

007 00001 00  
ACCOUNT:

PAGE: 1  
7912 02/26/2010



The Cascadia Project LLC  
Debtor in Possession Acct FBO  
Pierce Cty Pub Works & Utility  
Hold Statement - give to Marj

30  
0  
0

Effective February 27, 2010 the Federal Reserve Bank will make operational changes that will impact our funds availability policies. Although the availability of most deposited funds will remain the same, the amount of time we may place a standard hold on deposits has been reduced from the fifth business day after the date of deposit to two business days. Exception holds may be placed for up to seven business days instead of the previous eleven. Under special circumstances, delays may apply.

Checking ACCOUNT 7912

		LAST STATEMENT 01/29/10	234,520.73
MINIMUM BALANCE	234,520.73	CREDITS	.00
AVG AVAILABLE BALANCE	234,520.73	DEBITS	.00
AVERAGE BALANCE	234,520.73	THIS STATEMENT 02/26/10	234,520.73

- - - ITEMIZATION OF OVERDRAFT AND RETURNED ITEM FEES - - -

*****					
*	±	TOTAL FOR	±	TOTAL	*
*	±	THIS PERIOD	±	YEAR TO DATE	*
-----*					
* TOTAL OVERDRAFT FEES:	±	.00	±	.00	*
-----*					
* TOTAL RETURNED ITEM FEES:	±	.00	±	.00	*
*****					

Debtor The Cascadia Project LLCCase Number → 09-20780Report Mo/Yr → 02/2010**UST-14, CONTINUATION SHEET  
STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS****INSTRUCTIONS:** Prepare a CONTINUATION SHEET for each bank account or other source of the debtor's funds and attach supporting documents as indicated on the checklist below.

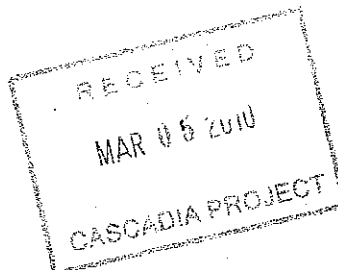
<b>Depository (bank) name</b> → <b>Account number</b> →	The commerce Bank of Washington DIP-O Parcel Timber Proceeds Checking Account # [REDACTED] 8919	
Purpose of this account (select one): <input type="checkbox"/> General operating account <input type="checkbox"/> General payroll account <input type="checkbox"/> Tax deposit account (payroll, sales, gambling, or other taxes) <input checked="" type="checkbox"/> Other (explain) <u>Segregated account for non-collateralized timber proceeds</u>		
Beginning cash balance		\$12,716.71
Add: Transfers in from other estate bank accounts		
Cash receipts deposited to this account		
Financing or other loaned funds (identify source)		
Total cash available this month		12,716.71
Subtract: Transfers out to other estate bank accounts		
Cash disbursements from this account (total checks written plus cash withdrawals, if any)		196.29
Adjustments, if any (explain)		
Ending cash balance		\$12,520.42
Does this CONTINUATION SHEET include the following supporting documents, as required:		
		Yes No
• A monthly bank statement (or trust account statement);		<input checked="" type="checkbox"/> <input type="checkbox"/>
• A detailed list of receipts for that account (deposit log or receipts journal);		<input type="checkbox"/> <input checked="" type="checkbox"/>
• A detailed list of disbursements for that account (check register or disbursement journal); and,		<input checked="" type="checkbox"/> <input type="checkbox"/>
• If applicable, a detailed list of funds received and/or disbursed by another party for the debtor.		<input type="checkbox"/> <input checked="" type="checkbox"/>

UST-14 CONTINUATION SHEET, Number 5 of 8

THE  
COMMERCE  
BANK  
OF WASHINGTON

007 00001 00  
ACCOUNT:

PAGE: 1  
8919 02/26/2010



ENTERED  
MAR 12 2010

The Cascadia Project, LLC  
C/O Kuo & Co.  
0 Parcel Timber Proceeds  
11232 NE 15th Street #201  
Bellevue WA 98004-3719

30  
0  
1

Effective February 27, 2010 the Federal Reserve Bank will make operational changes that will impact our funds availability policies. Although the availability of most deposited funds will remain the same, the amount of time we may place a standard hold on deposits has been reduced from the fifth business day after the date of deposit to two business days. Exception holds may be placed for up to seven business days instead of the previous eleven. Under special circumstances, delays may apply.

Checking ACCOUNT 8919

		LAST STATEMENT 01/29/10	12,716.71 ✓
MINIMUM BALANCE	12,520.42	CREDITS	.00
AVG AVAILABLE BALANCE	12,548.46	1 DEBITS	196.29 ✓
AVERAGE BALANCE	12,548.46	THIS STATEMENT 02/26/10	12,520.42 ✓

----- CHECKS -----  
CHECK #..DATE.....AMOUNT    CHECK #..DATE.....AMOUNT    CHECK #..DATE.....AMOUNT  
02/03                    196.29

--- ITEMIZATION OF OVERDRAFT AND RETURNED ITEM FEES ---

*****				
*	±	TOTAL FOR	±	TOTAL
*	±	THIS PERIOD	±	YEAR TO DATE
*****				
* TOTAL OVERDRAFT FEES:	±	.00	±	.00
*****				
* TOTAL RETURNED ITEM FEES:	±	.00	±	.00
*****				

----- DAILY BALANCE -----  
DATE.....BALANCE                    DATE.....BALANCE                    DATE.....BALANCE  
02/03                    12,520.42



February 1, 2010

State of Washington  
Department of Revenue  
PO Box 34053  
Seattle, WA 98124-1053

To whom it may concern,

The Cascadia Project LLC filed for Chapter 11 reorganizations on October 15, 2009 (Case No.09-20780). Therefore, at this time, we are submitting payment for only the post-petition tax liability of \$196.29.

Post-petition Tax Calculation:

Gross Timber Revenue (post-petition)  $\$57,328.58 \times 0.003424 = \$196.29$

Best regards,

Scott Wu  
Associate Controller

Debtor The Cascadia Project LLCCase Number ⇨ 09-20780Report Mo/Yr ⇨ 02/2010**UST-14, CONTINUATION SHEET  
STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS****INSTRUCTIONS:** Prepare a CONTINUATION SHEET for each bank account or other source of the debtor's funds and attach supporting documents as indicated on the checklist below.

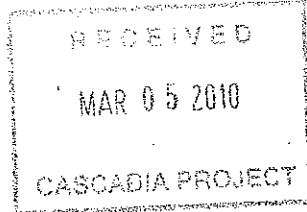
<b>Depository (bank) name</b> ⇨ <b>Account number</b> ⇨	The commerce Bank of Washington DIP-General Timber Proceeds Checking Account # [REDACTED] 9818	
Purpose of this account (select one): <input type="checkbox"/> General operating account <input type="checkbox"/> General payroll account <input type="checkbox"/> Tax deposit account (payroll, sales, gambling, or other taxes) <input checked="" type="checkbox"/> Other (explain) <u>Timber proceeds</u>		
Beginning cash balance		\$79,924.41
Add: Transfers in from other estate bank accounts		
Cash receipts deposited to this account <u>Timber Proceeds</u>		52,008.63
Financing or other loaned funds (identify source)		
Total cash available this month		131,933.04
Subtract: Transfers out to other estate bank accounts		
Cash disbursements from this account (total checks written plus cash withdrawals, if any)		
Adjustments, if any (explain)		
Ending cash balance		\$131,933.04
Does this CONTINUATION SHEET include the following supporting documents, as required:		
	Yes	No
• A monthly bank statement (or trust account statement);	<input checked="" type="checkbox"/>	<input type="checkbox"/>
• A detailed list of receipts for that account (deposit log or receipts journal);	<input checked="" type="checkbox"/>	<input type="checkbox"/>
• A detailed list of disbursements for that account (check register or disbursement journal); and,	<input type="checkbox"/>	<input checked="" type="checkbox"/>
• If applicable, a detailed list of funds received and/or disbursed by another party for the debtor.	<input type="checkbox"/>	<input checked="" type="checkbox"/>

UST-14 CONTINUATION SHEET, Number 6 of 8

THE  
COMMERCE  
BANK  
OF WASHINGTON

007 00001 00  
ACCOUNT:

PAGE: 1  
9818 02/26/2010



ENTERED  
MAR 12 2010

The Cascadia Project, LLC  
C/O Kuo & Co.  
General Timber Proceeds  
11232 NE 15th Street #201  
Bellevue WA 98004-3719

30  
0  
0

Effective February 27, 2010 the Federal Reserve Bank will make operational changes that will impact our funds availability policies. Although the availability of most deposited funds will remain the same, the amount of time we may place a standard hold on deposits has been reduced from the fifth business day after the date of deposit to two business days. Exception holds may be placed for up to seven business days instead of the previous eleven. Under special circumstances, delays may apply.

Checking ACCOUNT 9818

MINIMUM BALANCE	79,924.41	LAST STATEMENT 01/29/10	79,924.41✓
AVG AVAILABLE BALANCE	89,907.96	1 CREDITS	52,008.63✓
AVERAGE BALANCE	96,641.46	DEBITS	.00
		THIS STATEMENT 02/26/10	131,933.04 ✓

REF #.....DATE.....AMOUNT REF #.....DATE.....AMOUNT REF #.....DATE.....AMOUNT  
02/18 52,008.63 ✓

ITEMIZATION OF OVERDRAFT AND RETURNED ITEM FEES

*****				
*	±	TOTAL FOR	±	TOTAL
*	±	THIS PERIOD	±	YEAR TO DATE
*****				
* TOTAL OVERDRAFT FEES:	±	.00	±	.00
*****				
* TOTAL RETURNED ITEM FEES:	±	.00	±	.00
*****				

DAILY BALANCE

DATE.....BALANCE	DATE.....BALANCE	DATE.....BALANCE
02/18 131,933.04		

**The Cascadia Project LLC**  
General Timber Proceeds  
2/1/10-2/28/10

2/18/10	DEP	S	Manke Lumber Company Inc.	Timber 12/29/09-12/30/09 ck#507610	2,083.00
2/18/10	DEP	S	Manke Lumber Company Inc.	Timber 1/18/10-1/22/10 ck#507551	13,024.40
2/18/10	DEP	S	Edman Company	Timber 1/18/10-1/22/10 ck#29699	2,744.08
2/18/10	DEP	S	Manke Lumber Company Inc.	Timber 1/25/10-1/29/10 ck#507625	13,087.80
2/18/10	DEP	S	Edman Company	Timber 1/25/10-1/29/10 ck#29754	248.19
2/18/10	DEP	S	Manke Lumber Company Inc.	Timber 2/1/10-2/5/10 ck#507715	17,314.60
2/18/10	DEP	S	Edman Company	Timber 2/1/10-2/5/10 ck#29805	3,506.56

TOTAL 2/1/10-2/28/10

\$ 52,008.63



Debtor The Cascadia Project LLCCase Number → 09-20780Report Mo/Yr → 02/2010**UST-14, CONTINUATION SHEET  
STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS****INSTRUCTIONS:** Prepare a CONTINUATION SHEET for each bank account or other source of the debtor's funds and attach supporting documents as indicated on the checklist below.

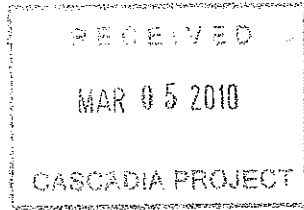
<b>Depository (bank) name</b> → <b>Account number</b> →	The commerce Bank of Washington DIP-PSE Easement Checking Account # [REDACTED] 9915
Purpose of this account (select one): <input type="checkbox"/> General operating account <input type="checkbox"/> General payroll account <input type="checkbox"/> Tax deposit account (payroll, sales, gambling, or other taxes) <input checked="" type="checkbox"/> Other (explain) <u>Easement sale</u>	
Beginning cash balance	\$547,079.41
Add: Transfers in from other estate bank accounts	
Cash receipts deposited to this account	
Financing or other loaned funds (identify source)	
Total cash available this month	547,079.41
Subtract: Transfers out to other estate bank accounts	
Payment to HomeStreet Bank Cash disbursements from this account (total checks written plus cash withdrawals, if any)	266,057.00
Adjustments, if any (explain)	
Ending cash balance	\$281,022.41
Does this CONTINUATION SHEET include the following supporting documents, as required:	
	Yes No
• A monthly bank statement (or trust account statement);	<input checked="" type="checkbox"/> <input type="checkbox"/>
• A detailed list of receipts for that account (deposit log or receipts journal);	<input type="checkbox"/> <input checked="" type="checkbox"/>
• A detailed list of disbursements for that account (check register or disbursement journal); and,	<input type="checkbox"/> <input checked="" type="checkbox"/>
• If applicable, a detailed list of funds received and/or disbursed by another party for the debtor.	<input type="checkbox"/> <input checked="" type="checkbox"/>

UST-14 CONTINUATION SHEET, Number 7 of 8

THE  
COMMERCE  
BANK  
OF WASHINGTON

007 00001 00  
ACCOUNT:

PAGE: 1  
9915 02/26/2010



ENTERED  
MAR 12 2010

The Cascadia Project, LLC  
C/O Kuo & Co.  
PSE Easement  
11232 NE 15th Street #201  
Bellevue WA 98004-3719

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Effective February 27, 2010 the Federal Reserve Bank will make operational changes that will impact our funds availability policies. Although the availability of most deposited funds will remain the same, the amount of time we may place a standard hold on deposits has been reduced from the fifth business day after the date of deposit to two business days. Exception holds may be placed for up to seven business days instead of the previous eleven. Under special circumstances, delays may apply.

Checking ACCOUNT 9915

		LAST STATEMENT 01/29/10	547,079.41✓
MINIMUM BALANCE	281,022.41	CREDITS	.00
AVG AVAILABLE BALANCE	300,026.48	1 DEBITS	266,057.00
AVERAGE BALANCE	300,026.48	THIS STATEMENT 02/26/10	281,022.41✓

----- OTHER DEBITS -----		
DESCRIPTION	DATE	AMOUNT
OWT HOMESTREET BANK THE CASCADIA PROJECT LLC CHAPTER 11 BANKRUPTCY 09-20780 11 U	02/01	266,057.00✓

--- ITEMIZATION OF OVERDRAFT AND RETURNED ITEM FEES ---

*****					
*	±	TOTAL FOR	±	TOTAL	*
*	±	THIS PERIOD	±	YEAR TO DATE	*
-----					
* TOTAL OVERDRAFT FEES:	±	.00	±	.00	*
-----					
* TOTAL RETURNED ITEM FEES:	±	.00	±	.00	*
*****					

----- DAILY BALANCE -----			
DATE.....BALANCE	DATE.....BALANCE	DATE.....BALANCE	
02/01 281,022.41			

Debtor The Cascadia Project LLCCase Number → 09-20780Report Mo/Yr → 02/2010**UST-14, CONTINUATION SHEET  
STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS****INSTRUCTIONS:** Prepare a CONTINUATION SHEET for each bank account or other source of the debtor's funds and attach supporting documents as indicated on the checklist below.

<b>Depository (bank) name</b> → <b>Account number</b> →	KeyBank Money Market Account # [REDACTED] 6012
Purpose of this account (select one): <input checked="" type="checkbox"/> General operating account <input type="checkbox"/> General payroll account <input type="checkbox"/> Tax deposit account (payroll, sales, gambling, or other taxes) <input type="checkbox"/> Other (explain) _____	
Beginning cash balance	\$21.84
Add: Transfers in from other estate bank accounts	
Cash receipts deposited to this account	
Financing or other loaned funds (identify source)	
Total cash available this month	21.84
Subtract: Transfers out to other estate bank accounts	
Cash disbursements from this account (total checks written plus cash withdrawals, if any)	
Adjustments, if any (explain)	
Ending cash balance	\$21.84
Does this CONTINUATION SHEET include the following supporting documents, as required:	
	Yes No
• A monthly bank statement (or trust account statement);	<input checked="" type="checkbox"/> <input type="checkbox"/>
• A detailed list of receipts for that account (deposit log or receipts journal);	<input type="checkbox"/> <input checked="" type="checkbox"/>
• A detailed list of disbursements for that account (check register or disbursement journal); and,	<input type="checkbox"/> <input checked="" type="checkbox"/>
• If applicable, a detailed list of funds received and/or disbursed by another party for the debtor.	<input type="checkbox"/> <input checked="" type="checkbox"/>

UST-14 CONTINUATION SHEET, Number 8 of 8



KeyBank  
P.O. Box 22114  
Albany, NY 12201-2114

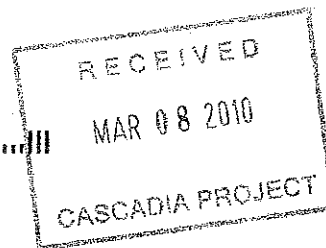
Business Banking Statement  
February 28, 2010  
page 1 of 2



7295



T 0260 00000 R EM T1  
THE CASCADIA PROJECT LLC  
11232 NE 15TH ST SUITE 201  
BELLEVUE WA 98004-3739



*Questions or comments?*  
Call our Key Business Resource Center  
1-888-KEY4BIZ (1-888-539-4249)

---

*Enroll in Online Banking today at Key.com.  
Access your available accounts, transfer funds and view your transactions right from your PC.*

---

Key Business Gold Money Market Svgs 7295  
THE CASCADIA PROJECT LLC

Beginning balance 1-31-10	\$21.84
Ending balance 2-28-10	\$21.84

**Interest  
earned**

Current Interest Rate	variable
Number of days this statement period	28
Interest earned (2009)	\$5,009.41

7295 - 04731  
3853

Debtor The Cascadia Project LLC

Case Number → 09-20780  
Report Mo/Yr → 02/2010

**UST-14, SUMMARY OF DISBURSEMENTS (contd.)**

**Payments on Pre-Petition Unsecured Debt (requires court approval)**

Did the debtor, or another party on behalf of the debtor, make any payments during this reporting month on pre-petition unsecured debt? Yes ☐ No ☒ If "Yes", list each payment.

Payee's name	Nature of payment	Payment date	Payment amount	Date of court approval

**Payments to Attorneys and Other Professionals (requires court approval)**

Did the debtor, or another party on behalf of the debtor, make any payments during this reporting month to a professional such as an attorney, accountant, realtor, appraiser, auctioneer, business consultant, or other professional person? Yes ☐ No ☒ If "Yes", list each payment.

Professional's name	Type of work performed	Payment date	Payment amount	Date of court approval

**Payments to an Officer, Director, Partner, or Other Insider of The Debtor**

Did the debtor, or another party on behalf of the debtor, make any payments during this reporting month to an officer, director, partner, or other insider of the debtor? Yes ☒ No ☐ If "Yes", list each payment.

Payee's name	Relationship to debtor	Payment date	Payment amount	Purpose of payment
Patrick Kuo	Managing Member	2/1/10	5,000	Salary
Patrick Kuo	Managing Member	2/17/10	5,000	Salary
Steven Ahrens	CFO	2/1/10	6,250	Salary
Steven Ahrens	CFO	2/17/10	6,250	Salary
John Ladenburg	COO	2/1/10	4,379	Salary
John Ladenburg	COO	2/17/10	4,379	Salary

**INSTRUCTIONS:** Use the last column to describe the purpose of each payment, such as gross wages or salary, reimbursement for business expenses, loan repayment, advance, draw, bonus, dividend, stock distribution, or other reason for the payment(explain).

Debtor The Cascadia Project LLC

Case Number → 09-20780

Report Mo/Yr → 02/2010

**UST-15, STATEMENT OF AGED RECEIVABLES**

**INSTRUCTIONS:** Complete all portions of UST-15, STATEMENT OF AGED RECEIVABLES, unless the debtor asserts the following two statements are true for this reporting month:

- 1) At the beginning of the reporting month, the debtor did not have any uncollected receivables from prior months which includes both pre-petition and post-petition accounts receivable; and,
- 2) During the reporting month, the debtor did not have any receivables activity, including the accrual of new accounts receivable, or the collection or writeoff of accounts receivable from prior months.

Check here ☐ if the debtor asserts that both statements are correct and skip to UST-16, STATEMENT OF POST-PETITION PAYABLES, on the next page.

**Accounts Receivable Aging**

	Balance at month end	Current portion	Past due 31-60 days	Past due 61-90 days	Past due over 90 days	Uncollectible receivables
Pre-petition receivables	3,817,170	3,719,067			98,103	98,103*
Post-petition receivables	13,883	13,883				
TOTALS	3,831,053	3,732,950			98,103	98,103

Explain what efforts the debtor made during this reporting month to collect receivables over 60 days past due.

\*These Pre-petition receivables are presently uncollectible

Does the debtor have any accounts receivable due from an officer, director, partner, or other insider of the debtor? No If yes, explain.

**Accounts Receivable Reconciliation**

Closing balance from prior month	3,840,148
New accounts receivable added this month	2,154
Subtotal	3,842,302
Less accounts receivable collected	11,249
Closing balance for current month	3,831,053

Debtor The Cascadia Project LLC

Case Number → 09-20780  
Report Mo/Yr → 02/2010

**UST-16, STATEMENT OF POST-PETITION PAYABLES  
PART A - TAXES**

INSTRUCTIONS: Complete both pages of PART A - TAXES unless the debtor asserts the following statement is true for this reporting month:

At the end of this reporting month, the debtor did not have any unpaid post-petition taxes which includes both current and delinquent tax obligations.

Check here ☐ if the debtor asserts the statement is correct, and skip to PART B - OTHER PAYABLES on Page 10.

**Reconciliation of Unpaid Post-Petition Taxes**

Type of tax	(1) Unpaid post-petition taxes from prior reporting month	(2) Post-petition taxes accrued this month (new obligations)	(3) Post-petition tax payments made this reporting month	(4) Unpaid post-petition taxes at end of reporting month (Column 1+2-3 = 4)
<b>Federal Taxes</b>				
Employee withholding taxes	0	5,996.20	5,996.20	0
FICA/Medicare--Employee	0	3,620.21	3,620.21	0
FICA/Medicare--Employer	0	3,620.21	3,620.21	0
Unemployment	544.83	232.18	110.98	666.03
<b>State Taxes</b>				
Dept. of Revenue				
Dept. of Labor & Industries	138.50	269.72	244.07	164.15
Empl. Security Dept.	917.90	1,328.77	103.45	2,143.22
<b>Other Taxes</b>				
Local city/county				
Gambling				
Personal property				
Real property				
Other				
<b>Total Unpaid Post-Petition Taxes</b>				<b>\$ 2,973.40</b>

Debtor The Cascadia Project LLC

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**UST-16, STATEMENT OF POST-PETITION PAYABLES  
PART A - TAXES (contd.)**

**Delinquent Tax Reports and Tax Payments (post-petition only)**

Taxing agency	Tax reporting period	Report due date	Payment due date	Amount due
n/a				

Explain the reason for any delinquent tax reports or tax payments:



Debtor The Cascadia Project LLC

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**UST-16, STATEMENT OF POST-PETITION PAYABLES  
PART B - OTHER PAYABLES**

**INSTRUCTIONS:** Complete both pages of PART B - OTHER PAYABLES unless the debtor asserts that this statement is true for this reporting month:

Except for taxes and professional fees disclosed in PART A and PART C of this report, respectively, the debtor has no other unpaid post-petition payables from the current reporting month, or from any prior reporting months.

Check here ☐ if the debtor asserts the statement is correct, and skip to PART C - ESTIMATED PROFESSIONAL FEES on Page 12.

**Reconciliation of Post-Petition Payables (excluding taxes and professional fees)**

Closing balance from prior month	17,033.44
New payables added this month	68,867.10
Subtotal	85,900.54
Less payments made this month	71,274.20
Closing balance for this reporting month	\$ 14,626.34

**Breakdown of Closing Balance by Age**

Current portion	14,626.34
Past due 1-30 days	
Past due 31-60 days	
Past due 61-90 days	
Past due over 90 days	
Total	\$ 14,626.34

For accounts payable more than 30 days past due, explain why payment has not been made:

Case Number	⇒	09-20780
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**INSTRUCTIONS:** List each post-petition payable delinquent more than 30 days. Alternatively, attach the debtor's accounts payable aging report if the report: 1) clearly separates pre-and post-petition accounts payable, and, 2) identifies each delinquent payable by vendor's name, invoice date, invoice amount, and payment due date.

[illegible]

Debtor The Cascadia Project LLC

Case Number: ⇨ 09-20780

Report Mo/Yr ⇨ 02/2010

**UST-16, STATEMENT OF POST-PETITION PAYABLES  
PART C - ESTIMATED PROFESSIONAL FEES**

**INSTRUCTIONS:** Report only post-petition professional fees and expenses. To the extent possible, use billing statements to report the actual amounts due. If billing statements are not available, use the best information available to estimate the fees and costs.

Type of professional	Amount of retainer (if applicable)	Fees and expenses from prior months	Fees and expenses added this month	Total estimated fees and expenses at month end
Debtor's counsel	125,000	170,484.93	43,382.96	213,867.89
Debtor's accountant		4,100		4,100
Debtor's other professional (explain)		148,896	53,540 *	202,436
Trustee's counsel				
Creditors' Committee Counsel		50,057.69	3,882.17	53,939.86
Creditors' Committee other				
Total estimated post-petition professional fees and costs				\$ 474,343.75

\*Financial advisor \$50,960  
Legal - land use service \$2,580

Debtor The Cascadia Project LLCCase Number → 09-20780  
Report Mo/Yr → 02/2010**UST-17, OTHER INFORMATION****INSTRUCTIONS:** Answer each question fully and attach additional sheets if necessary to provide a complete response.**Yes No**

**Question 1 - Sale or Abandonment of the Debtor's Assets.** Did the debtor, or another party on behalf of the debtor, sell, transfer, or otherwise dispose of any of the debtor's assets during the reporting month? Include only sales out of the ordinary course. *The debtor must attach an escrow statement for each sale of real property and an auctioneer's report for each auction.*

☐☒

<u>Asset Description</u>	<u>Date of Court Approval</u>	<u>Method of Disposition</u>	<u>Gross Sales Price</u>	<u>Net Proceeds Received (&amp; Date)</u>	<u>Escrow Statement or Auctioneers Report Attached?</u>
--------------------------	-------------------------------	------------------------------	--------------------------	---	---

1.

2.

3.

4.

5.

Total \_\_\_\_\_

Any disbursements made from escrow or trust accounts from the proceeds of the above transactions should also be included on the line of UST-14 entitled "Disbursements from sales out of the ordinary course."

**Question 2 - Financing.** During the reporting month, did the debtor receive any funds from an outside funding source?

☐☒

<u>Date of Court Approval</u>	<u>Amount</u>	<u>Source of funds</u>	<u>Date Received</u>
-------------------------------	---------------	------------------------	----------------------

Total \_\_\_\_\_

**Question 3 - Insider Loans/Capital Contributions.** During the reporting month, did the debtor receive any funds from an officer, director, partner, or other insider of the debtor?

☒☐

<u>Date of Court Approval</u>	<u>Amount</u>	<u>Source of funds</u>	<u>Date Received</u>
1/22/10	27,000	Y.K. Chen	2/1/10
1/22/10	15,000	Y.K. Chen	2/3/10
1/22/10	20,000	Y.K. Chen	2/12/10
1/22/10	25,000	Y.K. Chen	2/25/10

Total 87,000

Debtor The Cascadia Project LLC

Case Number → 09-20780

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**UST-17, OTHER INFORMATION**

	Yes	No																		
<b>Question 4 - Insurance and Bond Coverage.</b> Did the debtor renew, modify, or replace any insurance policies during this reporting month?  <b>Renewals:</b> <table border="0"><tr><td><u>Provider</u></td><td><u>New Premium</u></td><td><u>Is a Copy Attached to this Report?</u></td></tr></table> <b>Changes:</b> <table border="0"><tr><td><u>Provider</u></td><td><u>New Premium</u></td><td><u>Is a Copy Attached to this Report?</u></td></tr></table> Were any insurance policies canceled or otherwise terminated for any reason during the reporting month? If yes, explain.  Were any claims made during this reporting month against the debtor's bond? (Answer "No" if the debtor is not required to have a bond. If yes, explain.	<u>Provider</u>	<u>New Premium</u>	<u>Is a Copy Attached to this Report?</u>	<u>Provider</u>	<u>New Premium</u>	<u>Is a Copy Attached to this Report?</u>	<input type="checkbox"/>	<input checked="" type="checkbox"/>												
<u>Provider</u>	<u>New Premium</u>	<u>Is a Copy Attached to this Report?</u>																		
<u>Provider</u>	<u>New Premium</u>	<u>Is a Copy Attached to this Report?</u>																		
<b>Question 5 - Personnel Changes.</b> Complete the following: <table border="1"><thead><tr><th></th><th>Full-time</th><th>Part-time</th></tr></thead><tbody><tr><td>Number of employees at beginning of month</td><td>5</td><td>1</td></tr><tr><td>Employees added</td><td></td><td></td></tr><tr><td>Employees resigned/terminated</td><td></td><td></td></tr><tr><td>Number employees at end of month</td><td>5</td><td>1</td></tr><tr><td><b>Gross Monthly Payroll and Taxes</b></td><td></td><td>\$ 53,048.17</td></tr></tbody></table>		Full-time	Part-time	Number of employees at beginning of month	5	1	Employees added			Employees resigned/terminated			Number employees at end of month	5	1	<b>Gross Monthly Payroll and Taxes</b>		\$ 53,048.17		
	Full-time	Part-time																		
Number of employees at beginning of month	5	1																		
Employees added																				
Employees resigned/terminated																				
Number employees at end of month	5	1																		
<b>Gross Monthly Payroll and Taxes</b>		\$ 53,048.17																		
<b>Question 6 - Significant Events.</b> Explain any significant new developments during the reporting month. 2/2/10 Automatic stay continued until after final hearing, simultaneous with hearing on confirmation of Debtor's plan of reorganization 2/8/10 Debtor's exclusivity period extended through July 2, 2010																				
<b>Question 7 - Case Progress.</b> Explain what progress the debtor made during the reporting month toward confirmation of a plan of reorganization. Continued meetings and preparation of a financial model with Obsidian Finance Group. Continuing discussions with potential equity sources, 2 builders for purchase of lots, and the school district for purchase of a 25 acre site. Finalization of terms of a ground lease for a communication tower; discussion with a sand & gravel operator. Meeting with Pierce County staff re options to delay or offload certain mitigation requirements.																				